

**FIRST SOUND BANK**

	CPP Disbursement Date 12/23/2008	Cert 57799	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$198	\$145	-26.4%		
Loans	\$176	\$114	-35.2%		
Construction & development	\$30	\$10	-68.5%		
Closed-end 1-4 family residential	\$0	\$1			
Home equity	\$5	\$4	-20.8%		
Credit card	\$0	\$0			
Other consumer	\$0	\$0	-14.7%		
Commercial & Industrial	\$53	\$34	-34.9%		
Commercial real estate	\$38	\$26	-31.3%		
Unused commitments	\$39	\$22	-44.4%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$1	\$0	-38.3%		
Asset-backed securities	\$0	\$0			
Other securities	\$1	\$1	-0.6%		
Cash & balances due	\$26	\$24	-10.9%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$192	\$141	-26.5%		
Deposits	\$182	\$136	-25.3%		
Total other borrowings	\$4	\$2	-50.0%		
FHLB advances	\$4	\$2	-50.0%		
Equity					
Equity capital at quarter end	\$6	\$5	-22.2%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$7	NA		
Performance Ratios					
Tier 1 leverage ratio	2.6%	3.0%	--		
Tier 1 risk based capital ratio	3.0%	3.6%	--		
Total risk based capital ratio	4.3%	4.9%	--		
Return on equity <sup>1</sup>	-337.9%	-238.8%	--		
Return on assets <sup>1</sup>	-16.1%	-7.7%	--		
Net interest margin <sup>1</sup>	4.5%	4.8%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	31.5%	42.9%	--		
Loss provision to net charge-offs (qtr)	407.3%	103.3%	--		
Net charge-offs to average loans and leases <sup>1</sup>	3.9%	6.5%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	93.7%	85.3%	0.0%	0.0%	--
Closed-end 1-4 family residential	0.0%	0.0%	0.0%	0.0%	--
Home equity	0.0%	0.0%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.0%	0.0%	1.0%	0.0%	--
Commercial & Industrial	14.8%	9.8%	1.6%	0.0%	--
Commercial real estate	18.9%	10.4%	0.0%	3.9%	--
Total loans	25.3%	12.6%	1.2%	1.7%	--